Agenda for M&I Water Shortage Policy Workshop March 9, 2001

I. Non-CVP Supplies

- A. One for one credit for non-CVP supplies
- B. Use of non-CVP supplies must "benefit CVP as a whole"
- C. USBR approval of credit of non-CVP use in advance
- D. After-the-fact approval of use of non-CVP water as credit
- E. What water is considered as a credit, i.e. well, recycled, etc.

II. Historic Use and Adjustments

- A. Higher historical calculate during last 3 years unaffected by water shortages Agree to a base historical use in contractor negotiation, modify as necessary
- B. Wet year versus dry year
- C. Contra Cost's current contract definition for determining historic use

III. Needs Analysis

- A. Why was need analysis attached to policy if not used
- B. Friant contractors and Tuloumne Utilities District not included in needs analysis
- C. Plain View needs analysis modified incorrectly

IV. Health and Safety

Concept of deliveries below 75% and health and safety needs severed

V. Standards for Health and Safety

- A. Before contractors declare emergency public health and safety consult with USBR
- B. Review criteria of similarly situated California M&I entities.
- C. Provide additional deliveries beyond public health and safety if available.

VI. Extraordinary Conservation Measures

Measured against BMPs of California Urban Water Conservation Council.

VII. Definition of Shortage

Article 12

VIII. Forecasting Shortage

- A. No reduction for M&I water below 90% until June 15
- B. Reduce availability prospective basis not retroactive for remainder of year

IX. 1994 Date Limiting Applicability of Reliability

- A. Unreasonable to limit reliability of for M&I on an arbitrary date (September 1994)
- B. Discriminates against water contractors that were predominately ag
- C. Costa bill

X. Operational Constraints the Lead to Different Allocations

Policy provides for allocations to differ by divisions. Establish operational criteria

XI. No Analysis of Impact to Ag Contractors

- A. Redraft policy so no impact to ag except for public health and safety
- B. M&I contractors can pursue other water programs such as reallocation agreements

XII. Language Changes